

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



Tong Ren Tang Technologies Co. Ltd.
北京同仁堂科技發展股份有限公司

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 1666)

ANNOUNCEMENT ON RESULTS OF SUBSIDIARY

Reference is made to the announcement (the “**Announcement**”) dated 14 March 2017 and published by Beijing Tong Ren Tang Chinese Medicine Company Limited (“**Tong Ren Tang Chinese Medicine**”), a subsidiary of Tong Ren Tang Technologies Co. Ltd. (the “**Company**”) and whose shares are listed on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited (stock code: 8138), in relation to the annual results of Tong Ren Tang Chinese Medicine and its subsidiaries for the year ended 31 December 2016.

This announcement is made pursuant to Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The board of directors of the Company would like to draw the attention of its shareholders and the public investors to the following audited financial information of Tong Ren Tang Chinese Medicine and its subsidiaries for the year ended 31 December 2016 as set out in the Announcement.

CONSOLIDATED INCOME STATEMENT
For the year ended 31 December 2016

	Year ended 31 December	
	2016	2015
	HK\$'000	HK\$'000
Revenue	1,084,280	970,477
Cost of sales	(289,193)	(289,600)
	<hr/>	<hr/>
Gross profit	795,087	680,877
Distribution and selling expenses	(161,901)	(141,930)
General and administrative expenses	(109,611)	(90,080)
Other net gains	3,924	3,608
	<hr/>	<hr/>
Operating profit	527,499	452,475
Finance income	7,913	8,749
Finance costs	(43)	(215)
	<hr/>	<hr/>
Finance income, net	7,870	8,534
Share of losses of investments accounted for using the equity method	(1,809)	(4,395)
Impairment loss on an investment accounted for using the equity method	(1,290)	-
	<hr/>	<hr/>
Profit before income tax	532,270	456,614
Income tax expense	(92,390)	(82,036)
	<hr/>	<hr/>
Profit for the year	439,880	374,578
	<hr/> <hr/>	<hr/> <hr/>
Profit attributable to:		
Owners of the Company	420,315	354,249
Non-controlling interests	19,565	20,329
	<hr/>	<hr/>
	439,880	374,578
	<hr/> <hr/>	<hr/> <hr/>
Earnings per share attributable to owners of the Company for the year (expressed in HK\$ per share)		
Basic and diluted earnings per share	0.50	0.42
	<hr/> <hr/>	<hr/> <hr/>

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2016

	Year ended 31 December	
	2016	2015
	HK\$'000	HK\$'000
Profit for the year	439,880	374,578
Other comprehensive losses:		
<i>Item that may be reclassified to profit or loss</i>		
Change in value of available-for-sale financial asset	(475)	-
Currency translation differences	(4,721)	(16,119)
Other comprehensive loss for the year	(5,196)	(16,119)
Total comprehensive income for the year	434,684	358,459
Attributable to:		
Owners of the Company	415,656	342,155
Non-controlling interests	19,028	16,304
Total comprehensive income for the year	434,684	358,459

CONSOLIDATED BALANCE SHEET

At 31 December 2016

	As at 31 December	
	2016	2015
	HKS'000	HKS'000
Assets		
Non-current assets		
Leasehold land	16,551	17,094
Property, plant and equipment	256,012	262,430
Intangible assets	81,279	61,336
Investments accounted for using the equity method	19,810	23,081
Available-for-sale financial asset	13,313	-
Deposits paid for purchase of property, plant and equipment	1,221	334
Deferred income tax assets	9,990	8,520
	<u>398,176</u>	<u>372,795</u>
Current assets		
Inventories	178,539	160,259
Trade receivables and other current assets	194,506	213,665
Short-term bank deposits	786,044	520,406
Cash and cash equivalents	797,557	759,860
	<u>1,956,646</u>	<u>1,654,190</u>
Total assets	<u>2,354,822</u>	<u>2,026,985</u>
Equity and liabilities		
Equity attributable to owners of the Company		
Share capital	938,789	938,789
Reserves		
- Other reserves	(26,301)	(22,807)
- Retained earnings	1,210,053	899,726
	<u>2,122,541</u>	<u>1,815,708</u>
Non-controlling interests	104,696	93,207
Total equity	<u>2,227,237</u>	<u>1,908,915</u>
Liabilities		
Non-current liabilities		
Borrowing	556	561
Deferred income tax liabilities	4,138	4,791
	<u>4,694</u>	<u>5,352</u>
Current liabilities		
Trade and other payables	88,372	76,984
Current income tax liabilities	34,519	35,734
	<u>122,891</u>	<u>112,718</u>
Total liabilities	<u>127,585</u>	<u>118,070</u>
Total equity and liabilities	<u>2,354,822</u>	<u>2,026,985</u>

By order of the Board
Tong Ren Tang Technologies Co. Ltd.
Gao Zhen Kun
Chairman of the Board

Beijing, the PRC

14 March 2017

As at the date of this announcement, the Board comprises Mr. Gao Zhen Kun, Mr. Gu Hai Ou, Mr. Rao Zu Hai, Mr. Li Bin, Mr. Wang Yu Wei and Ms. Fang Jia Zhi as executive Directors; Miss Tam Wai Chu, Maria, Mr. Ting Leung Huel, Stephen and Mr. Jin Shi Yuan as independent non-executive Directors.